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Linda Breathitt
Commissioner

August 29, 2014

PARTIES OF RECORD

Re: Case No. 2013-00252
Investigation into the Proposed Water Purchase Agreement Between Louisville Water Company and Hardin County Water District No. 2

Attached is a copy of electronic mail correspondence that has been filed in the record of the above-referenced case. Any comments regarding this correspondence should be submitted to the Commission within five days of receipt of this letter. Any questions regarding this letter should be directed to Ann Ramser, Staff Attorney, at (502) 782-2585.

Sincerely,



Jeff Derouen
Executive Director

Attachment

cc: Parties of Record

Ramser, Ann (PSC)

From: Damon Talley <drtalley@windstream.net>
Sent: Thursday, August 28, 2014 7:51 PM
To: Ramser, Ann (PSC); BDICKENS@LWCKY.COM
Subject: RE: Case No 2013-252 Hardin County Water District #2

Ann,

My apologies. I was out of the office on Monday and Tuesday. Somehow, I missed reviewing this email until now.

Yes. District No. 2 is very confident that it will need to purchase even more than the minimum amounts set forth in the Water Purchase Agreement under review by the Commission.

District No. 2's customer base is very diversified and its water usage is almost entirely independent of what happens at Fort Knox. District No. 2 does not provide water service to Fort Knox nor to Radcliff, which is adjacent to Fort Knox.

As outlined in its Memorandum of Law filed in this case, District No. 2 identified, as early as 2001, the Louisville Water Company (LWC) as the most reliable and cost effective source of supplemental water. Nothing has happened since 2001 to cause the District to question its decision to obtain a supplemental supply of water from LWC. Indeed, as the years have gone by, events have validated District No. 2's decision to rely upon LWC for its future water supply needs. District No. 2 has simply "outgrown" the Nolin River as its sole source of water.

Should you need any additional information, please let me know.

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From: Ramser, Ann (PSC) [<mailto:Ann.Ramser@ky.gov>]
Sent: Monday, August 25, 2014 3:05 PM
To: Damon Talley (drtalley@windstream.net); 'BDICKENS@LWCKY.COM'
Subject: Case No 2013-252 Hardin County Water District #2

The agreement at issue in this case was entered into by the parties during March 2013. Since that date, media reports indicate that Fort Knox may have further reductions in personnel, both civilian and military. Knowing that Fort Knox may

have a reduction in personnel, does Hardin County Water District #2 still have a basis to believe it will need to purchase 60 mg annually in 2016; 120 mg annually in 2017; 180 mg annually in 2018; 240 mg annually in 2019; 300 mg annually in 2020; and 365mg annually in 2021?

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